

FISCAL NOTE
LEGISLATIVE FISCAL ANALYST ESTIMATE

ESTIMATE OF FISCAL IMPACT – STATE AGENCIES (See narrative for political subdivision estimates)				
	FY 2013-14		FY 2014-15	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				(\$7,840,000)
CASH FUNDS				
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS				(\$7,840,000)

Any Fiscal Notes received from state agencies and political subdivisions are attached following the Legislative Fiscal Analyst Estimate.

LB 308 amends the Nebraska Revenue Act of 1967, Sections 77-2715 and 77-2717, regarding income tax.

The bill eliminates the federal alternative minimum tax calculations for state income tax purposes for taxable years beginning on or after January 1, 2014. It does not affect the calculation for premature or lump-sum distributions from qualified retirement plans. The federal credit for prior year AMT would also be eliminated for taxable years 2014 and beyond.

The Department of Revenue estimates the following fiscal impact as a result of LB 308:

FY2013-14:	\$	0
FY2014-15:	(\$7,840,000)	
FY2015-16:	(\$8,075,000)	
FY2016-17:	(\$8,317,000)	

The Department indicates a one-time programming charge of \$3,030 paid to the Office of the CIO to update the NebFile online system.

We have no basis to disagree with the Department's estimate of fiscal impact.

We disagree with the estimate of cost and believe the Department can absorb the programming charge.

ADMINISTRATIVE SERVICES-STATE BUDGET DIVISION: REVIEW OF AGENCY & POLT. SUB. RESPONSES		
LB: 308	AM:	AGENCY/POLT. SUB: Dept. of Revenue
REVIEWED BY: Lyn Heaton	DATE: 2/19/2013	PHONE: 402.471.4181
COMMENTS: No basis upon which to disagree with the Dept. of Revenue's analysis. The department's estimate of the operational cost to implement the bill appears reasonable.		

